



Exhibit 2 to Reimbursement Agreement

FEDERAL HOME LOAN BANK OF NEW YORK
APPLICATION FOR ISSUANCE OF IRREVOCABLE LETTER OF CREDIT
TO SECURE MUNICIPAL AND OTHER DEPOSITS

Pursuant to that certain Irrevocable Letter of Credit Reimbursement Agreement (the "Reimbursement Agreement") by and between the Federal Home Loan Bank of New York (the "Bank") and (the "Customer"), Customer hereby makes application to the Bank for the issuance of a Municipal Letter of Credit ("Letter of Credit") having the terms and issued to the Beneficiary specified below. All capitalized terms not otherwise defined herein shall have the meanings assigned to them in the Reimbursement Agreement.

A. GENERAL INFORMATION

- 1. Municipality (Beneficiary)
Contact Name:
Address:
2. Credit Amount: \$
3. Effective Date:
4. Expiration Date:

B. DEPOSIT INFORMATION

- 1. CD #
2. CD Maturity Date:
3. Principal Amount of Certificate of Deposit:

C. CUSTOMER AGREEMENTS AND REPRESENTATIONS:

- 1. Customer agrees in applying for a Municipal Letter of Credit to all terms, conditions, or provisions in the Bank's Reimbursement Agreement, or any Addendum thereof.
2. Customer agrees to pay to the Bank a market based origination fee equal to one eighth of one percent (0.125%) per annum, based upon a 365 day year, of the Principal amount of the Deposit. Such origination fee shall be due and payable on the Effective Date and on each anniversary of such Effective Date ("Anniversary") until the Letter of Credit is no longer outstanding. Each installment of the origination fee shall be due with respect to the Credit Amount for the period from such Effective Date or Anniversary until the earlier of the next Anniversary or the Expiration Date. Each such installment will be debited, when due, by the Bank to Customer's demand deposit account(s) at the Bank. Upon the cancellation of the Letter of Credit, any installment of the origination fee that already has become due and payable shall not be refundable, but no subsequent installment of the origination fee shall be due and payable with respect to the canceled Letter of Credit. Upon a draw on the Letter of Credit, the Bank shall charge the Customer a draw fee in the amount of \$100.
3. Customer agrees to supply to the Bank a copy of the Certificate of Deposit issued by the Customer to the Beneficiary.
4. Renewals of Letters of Credit issued for the purpose of collateralizing Municipal Deposits, may be requested telephonically. However, such renewals will be governed by the Bank's Application For LOC Pursuant to Telephonic Request agreement and any amendments which have been duly executed with the Bank.

[Name of Customer] Date of Application:
By: (Must be an authorized signatory)
Title: